

HB5667



99TH GENERAL ASSEMBLY

State of Illinois

2015 and 2016

HB5667

by Rep. Elgie R. Sims, Jr.

SYNOPSIS AS INTRODUCED:

30 ILCS 330/2
30 ILCS 330/5

from Ch. 127, par. 652
from Ch. 127, par. 655

Amends the General Obligation Bond Act. Increases by \$100,000,000 the amount of General Obligation Bonds authorized to be sold for grants to school districts for school improvement projects authorized by the School Construction Law. Effective immediately.

LRB099 18104 MLM 42469 b

FISCAL NOTE ACT
MAY APPLY

STATE DEBT
IMPACT NOTE ACT
MAY APPLY

A BILL FOR

1 AN ACT concerning finance.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The General Obligation Bond Act is amended by
5 changing Sections 2 and 5 as follows:

6 (30 ILCS 330/2) (from Ch. 127, par. 652)

7 Sec. 2. Authorization for Bonds. The State of Illinois is
8 authorized to issue, sell and provide for the retirement of
9 General Obligation Bonds of the State of Illinois for the
10 categories and specific purposes expressed in Sections 2
11 through 8 of this Act, in the total amount of \$50,017,925,743
12 ~~\$49,917,925,743~~.

13 The bonds authorized in this Section 2 and in Section 16 of
14 this Act are herein called "Bonds".

15 Of the total amount of Bonds authorized in this Act, up to
16 \$2,200,000,000 in aggregate original principal amount may be
17 issued and sold in accordance with the Baccalaureate Savings
18 Act in the form of General Obligation College Savings Bonds.

19 Of the total amount of Bonds authorized in this Act, up to
20 \$300,000,000 in aggregate original principal amount may be
21 issued and sold in accordance with the Retirement Savings Act
22 in the form of General Obligation Retirement Savings Bonds.

23 Of the total amount of Bonds authorized in this Act, the

1 additional \$10,000,000,000 authorized by Public Act 93-2, the
2 \$3,466,000,000 authorized by Public Act 96-43, and the
3 \$4,096,348,300 authorized by Public Act 96-1497 shall be used
4 solely as provided in Section 7.2.

5 The issuance and sale of Bonds pursuant to the General
6 Obligation Bond Act is an economical and efficient method of
7 financing the long-term capital needs of the State. This Act
8 will permit the issuance of a multi-purpose General Obligation
9 Bond with uniform terms and features. This will not only lower
10 the cost of registration but also reduce the overall cost of
11 issuing debt by improving the marketability of Illinois General
12 Obligation Bonds.

13 (Source: P.A. 97-333, eff. 8-12-11; 97-771, eff. 7-10-12;
14 97-813, eff. 7-13-12; 98-94, eff. 7-17-13; 98-463, eff.
15 8-16-13; 98-781, eff. 7-22-14.)

16 (30 ILCS 330/5) (from Ch. 127, par. 655)

17 Sec. 5. School Construction.

18 (a) The amount of \$58,450,000 is authorized to make grants
19 to local school districts for the acquisition, development,
20 construction, reconstruction, rehabilitation, improvement,
21 financing, architectural planning and installation of capital
22 facilities, including but not limited to those required for
23 special education building projects provided for in Article 14
24 of The School Code, consisting of buildings, structures, and
25 durable equipment, and for the acquisition and improvement of

1 real property and interests in real property required, or
2 expected to be required, in connection therewith.

3 (b) \$22,550,000, or so much thereof as may be necessary,
4 for grants to school districts for the making of principal and
5 interest payments, required to be made, on bonds issued by such
6 school districts after January 1, 1969, pursuant to any
7 indenture, ordinance, resolution, agreement or contract to
8 provide funds for the acquisition, development, construction,
9 reconstruction, rehabilitation, improvement, architectural
10 planning and installation of capital facilities consisting of
11 buildings, structures, durable equipment and land for
12 educational purposes or for lease payments required to be made
13 by a school district for principal and interest payments on
14 bonds issued by a Public Building Commission after January 1,
15 1969.

16 (c) \$10,000,000 for grants to school districts for the
17 acquisition, development, construction, reconstruction,
18 rehabilitation, improvement, architectural planning and
19 installation of capital facilities consisting of buildings
20 structures, durable equipment and land for special education
21 building projects.

22 (d) \$9,000,000 for grants to school districts for the
23 reconstruction, rehabilitation, improvement, financing and
24 architectural planning of capital facilities, including
25 construction at another location to replace such capital
26 facilities, consisting of those public school buildings and

1 temporary school facilities which, prior to January 1, 1984,
 2 were condemned by the regional superintendent under Section
 3 3-14.22 of The School Code or by any State official having
 4 jurisdiction over building safety.

5 (e) \$3,150,000,000 ~~\$3,050,000,000~~ for grants to school
 6 districts for school improvement projects authorized by the
 7 School Construction Law. The bonds shall be sold in amounts not
 8 to exceed the following schedule, except any bonds not sold
 9 during one year shall be added to the bonds to be sold during
 10 the remainder of the schedule:

11	First year	\$200,000,000
12	Second year	\$450,000,000
13	Third year	\$500,000,000
14	Fourth year	\$500,000,000
15	Fifth year	\$800,000,000
16	Sixth year and thereafter	\$600,000,000

17 (f) \$1,600,000,000 grants to school districts for school
 18 implemented projects authorized by the School Construction
 19 Law.

20 (Source: P.A. 98-94, eff. 7-17-13.)

21 Section 99. Effective date. This Act takes effect upon
 22 becoming law.